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**GREATER OUACHITA WATER COMPANY  
MONROE, LOUISIANA**

**FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION  
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000  
AND  
INDEPENDENT AUDITORS' REPORT**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 3/13/02

**WEBB AND WEBB  
CERTIFIED PUBLIC ACCOUNTANTS  
MONROE, LOUISIANA**

GREATER OUACHITA WATER COMPANY  
FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION  
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

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LEONARD MARK WEBB, CPA  
BARRY P. WEBB, SR., CPA

INDEPENDENT AUDITORS' REPORT

To The Board of Directors  
Greater Ouachita Water Company  
Monroe, Louisiana

We have audited the accompanying balance sheets of Greater Ouachita Water Company, as of August 31, 2001, and 2000, and the related statements of income, surplus, and cash flows for the years then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greater Ouachita Water Company, as of August 31, 2001 and 2000, and the results of its operations and cash flows for the years then ended, in conformity with generally accepted accounting principles.

As discussed in Note E, Greater Ouachita Water Company was alleged by LaDEQ to have violated certain provisions of the Louisiana Water Control law. The financial statements were adjusted on August 31, 2000, to reflect the action of the State of Louisiana for these instances of non-compliance



WEBB AND WEBB

Monroe, Louisiana  
December 5, 2001

GREATER OUACHITA WATER COMPANY  
BALANCE SHEET

ASSETS

	AUGUST 31	
	2001	2000
<b>PLANT &amp; EQUIPMENT</b>		
Cost of Systems	24,292,653.76	22,150,680.84
Accumulated Depreciation	7,808,145.26	7,065,018.26
<b>Net Plant &amp; Equipment</b>	16,484,508.50	15,085,662.58
<b>SPECIAL FUNDS</b>		
Revenue Fund	15,000.00	791.18
Interest Fund	139,678.75	150,868.72
Reserve Fund	279,357.50	288,720.00
Renewals, Replacements & Extensions Fund	85,288.32	46,845.07
Sinking Fund	180,000.00	195,000.00
Series 97A&B Improvement Account	0.00	688.28
Series 1994A Improvement Fund	0.00	0.00
Redemptions Payment Account	0.01	0.01
<b>Total Special Funds</b>	699,324.58	682,913.26
<b>CURRENT ASSETS</b>		
General Fund Cash	176,343.72	217,297.95
Accounts Receivable - Customers	673,185.82	818,841.95
Accounts Receivable - Returned Checks	10,652.60	10,000.42
Accounts Receivable - Other	529.00	0.00
<b>Allowance for Bad Accounts</b>	684,367.42	828,842.37
	3,590.47	4,383.48
	680,776.95	824,458.89
Prepaid Expense	37,304.91	43,163.41
<b>Total Current Assets</b>	894,425.58	1,084,920.25
<b>DEFERRED CHARGES</b>		
Unamortized Bond Discount	0.00	0.00
Unamortized Bond Issue Expense	131,355.60	146,702.88
<b>Total Deferred Charges</b>	131,355.60	146,702.88
<b>OTHER ASSETS</b>		
Deposits	0.00	12,500.00
<b>TOTAL ASSETS</b>	18,209,614.26	17,012,698.97



GREATER OUACHITA WATER COMPANY  
STATEMENTS OF INCOME

	TOTAL SYSTEM	
	YEAR ENDED AUGUST 31	
	2001	2000
	-----	-----
OPERATING REVENUE		
Revenue	3,644,930.09	3,721,998.44
Forfeited Discounts	79,157.94	81,416.88
Reconnect Charges	54,190.00	49,230.00
Sewer Inspection Fees	920.00	1,300.00
	-----	-----
Total Operating Revenue	3,779,198.03	3,853,945.32
DIRECT OPERATING EXPENSES		
Operating Contract	1,027,539.80	992,225.00
Power	644,296.32	484,236.34
Maintenance	371,643.62	298,411.20
Chemicals - Sewer	59,514.75	26,164.17
Testing - Sewer	24,094.00	18,507.00
Engineering Services	24,468.60	14,085.06
Water Purchased	643,763.68	634,566.45
Water Used in Sewer Plant	1,043.99	941.83
Service & Franchise Fees	10,489.14	11,565.42
Right of Way	16,500.00	700.00
	-----	-----
Total Direct Operating Expenses	2,823,353.90	2,481,402.47
NET OPERATING INCOME	955,844.13	1,372,542.85
ADMINISTRATIVE EXPENSES	229,811.90	217,664.28
NET OPERATING PROFIT	726,032.23	1,154,878.57
OTHER INCOME	39,654.87	39,652.09
	-----	-----
	765,687.10	1,194,530.66
OTHER EXPENSES	324,841.80	406,499.95
	-----	-----
NET INCOME BEFORE AMORTIZATION & DEP'N.	440,845.30	788,030.71
AMORTIZATION & DEPRECIATION		
Amort. of Bond Issue Exp.-1994A	3,357.60	3,357.60
Amort. Of Bond Issue Exp.-97A&B	11,989.68	11,989.68
Depreciation Expense	743,127.00	675,792.00
	-----	-----
Total Amortization & Depreciation	758,474.28	691,139.28
	-----	-----
NET INCOME FOR THE YEAR	(317,628.98)	96,891.43
	=====	=====

GREATER OUACHITA WATER COMPANY  
STATEMENTS OF INCOME

WATER SYSTEM		SEWER SYSTEM	
YEAR ENDED AUGUST 31		YEAR ENDED AUGUST 31	
2001	2000	2001	2000
2,975,658.10	3,095,525.91	669,271.99	626,472.53
79,157.94	81,416.88	0.00	0.00
54,190.00	49,230.00	0.00	0.00
0.00	0.00	920.00	1,300.00
3,109,006.04	3,226,172.79	670,191.99	627,772.53
819,720.00	801,927.00	207,819.80	190,298.00
464,718.15	343,207.36	179,578.17	141,028.98
281,993.13	237,272.75	89,650.49	61,138.45
0.00	0.00	59,514.75	26,164.17
0.00	0.00	24,094.00	18,507.00
24,468.60	14,085.06	0.00	0.00
643,763.68	634,566.45	0.00	0.00
0.00	0.00	1,043.99	941.83
5,245.14	5,724.38	5,244.00	5,841.04
16,500.00	700.00	0.00	0.00
2,256,408.70	2,037,483.00	566,945.20	443,919.47
852,597.34	1,188,689.79	103,246.79	183,853.06
172,920.32	182,159.56	56,891.58	35,504.72
679,677.02	1,006,530.23	46,355.21	148,348.34
39,633.82	34,850.79	21.05	4,801.30
719,310.84	1,041,381.02	46,376.26	153,149.64
101,363.40	174,406.73	223,478.40	232,093.22
617,947.43	866,974.29	(177,102.13)	(78,943.58)
0.00	0.00	3,357.60	3,357.60
3,596.90	3,596.90	8,392.78	8,392.78
522,898.00	462,821.00	220,229.00	212,971.00
526,494.90	466,417.90	231,979.38	224,721.38
91,452.53	400,556.39	(409,081.51)	(303,664.96)
=====	=====	=====	=====

GREATER OUACHITA WATER COMPANY  
STATEMENT OF SURPLUS

	AUGUST 31	
	2001	2000
	-----	-----
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>		
Balance - Beginning	2,565,238.10	2,378,851.18
<b>Additions</b>		
Water Tap Fees	125,758.68	129,100.00
Sewer Tap Fees	20,635.00	18,150.00
Other	502,896.14	39,136.92
	-----	-----
Balance - Ending	3,214,527.92	2,565,238.10
	-----	-----
<b>UNAPPROPRIATED SURPLUS</b>		
Balance - Beginning	7,164,883.49	7,067,992.06
<b>Additions</b>		
Net Income For The Year	(317,628.98)	96,891.43
	-----	-----
Balance - Ending	6,847,254.51	7,164,883.49
	-----	-----
<b>TOTAL SURPLUS - ENDING</b>	10,061,782.43	9,446,843.24
	=====	=====

GREATER OUACHITA WATER COMPANY  
STATEMENTS OF INCREASE (DECREASE) IN  
CASH AND CASH EQUIVALENTS

	YEAR ENDED AUGUST 31 2001	2000
	-----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	(317,628.98)	96,891.43
Noncash Items Included In Net Income		
Amortization of Bond Discount	0.00	0.00
Amortization of Bond Issue Expense	15,347.28	15,347.28
Depreciation	743,127.00	675,792.00
Changes in:		
Accounts Receivable	143,681.94	(136,297.19)
Prepaid Expenses	5,858.50	2,383.97
Deposits	12,500.00	0.00
Interest Payable	(4,681.25)	(6,155.00)
Accounts Payable - Trade	46,539.53	129,999.87
Accounts Payable - Sewers	34,768.86	(8,585.08)
Accounts Payable - Litigation Expense	0.00	(10,000.00)
Payroll Taxes	49.71	(101.85)
Sales Taxes	(957.90)	(4,710.10)
	-----	-----
Total Adjustments	237,759.39	(33,465.38)
	-----	-----
Net Cash Provided By (Used By) Operating Activities	678,604.69	754,565.33
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Plant & Equipment	(2,141,972.92)	(1,354,009.71)
	-----	-----
Net Cash Provided By (Used By) Investing Activities	(2,141,972.92)	(1,354,009.71)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Investments in Special Funds	(16,411.32)	532,046.49
Customer Meter Deposits	19,535.50	22,477.00
Contributions in Aid of Construction	649,289.82	186,386.92
Loan From Central Bank	945,000.00	205,000.00
Redemption of Bonds Payable	(175,000.00)	(229,250.00)
	-----	-----
Net Cash Provided By (Used By) Financing Activities	1,422,414.00	716,660.41
	-----	-----
<b>NET INCREASE (DECREASE) IN CASH</b>	(40,954.23)	117,216.03
<b>CASH AT BEGINNING OF YEAR</b>	217,297.95	100,081.92
	-----	-----
<b>CASH AT END OF YEAR</b>	176,343.72	217,297.95
	=====	=====

GREATER OUACHITA WATER COMPANY  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2001

NOTE A - HISTORY AND ORGANIZATION

The Greater Ouachita Water Company was incorporated May 29, 1963, under the laws of the State of Louisiana, as a nonprofit organization. The company was organized to consolidate various water companies operating in Ouachita Parish, a political subdivision of the State of Louisiana, into a single company in order to provide better service to the area residents.

By a contract dated June 12, 1963, between the Greater Ouachita Water Company and the Parish of Ouachita, the company agreed to acquire and construct a waterworks, sewerage, and natural gas system within the Parish. Under terms of the contract, the Parish recognizes the company's title to the system until all indebtedness of the company, together with accrued interest thereon, incurred by the company in the financing of the purchase, extension and improvement of the system is paid in full. When all such indebtedness of the company is paid in full, all rights, title and interest of the company and the system shall vest in the Parish.

An Indenture of Mortgage, dated September 1, 1964, was made by and between the Greater Ouachita Water Company and the First National Bank of Commerce in New Orleans, Now Bank One, a national banking association having its principal office in New Orleans, Louisiana, as trustee. Supplemental Indentures of Mortgage have been made covering additions to the system.

Revenue bonds were issued in four series. Proceeds of the first series (Series 1964) were received on September 23, 1964, and the first purchase of systems was made. Proceeds of the second series (Series 1965) were received on April 12, 1965, and additional properties were added to the system. Proceeds of the third series (Series 1994A) were received on March 16, 1994, and of the fourth series (Series 97A&B) were received on December 11, 1997. These proceeds are to be used in the building of a new sewer treatment plant.

The company began operations September 28, 1964. It has an agreement with M-N Utilities, Inc., West Monroe, Louisiana to operate the system. Johnny D. Nichols, West Monroe, Louisiana, is the president of M-N Utilities, Inc.

GREATER OUACHITA WATER COMPANY  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2001

Officers and directors of the company and salaries paid to them as officers during the period under review were:

W. D. Carter, Chairman of the Board	15,267.93
Robert E. Bentz, President	11,369.73
Wood T Sparks, Secretary-Treasurer	<u>13,968.38</u>
	40,606.04
	=====

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**METHOD OF ACCOUNTING** - The company uses the accrual method of accounting.

**DEPRECIATION** - Depreciation was computed using the straight-line method in amounts sufficient to amortize the cost of the depreciable assets over their estimated useful lives. The estimated useful lives used in computing depreciation are:

Cost of System	25 - 50 years
Various Equipment	5 - 20 years

By specific definition in the Indenture of Mortgage, depreciation is not to be included in the operating expenses of the company. Depreciation expense was therefore shown separately on the statement of income.

**SPECIAL FUNDS** - The Indenture of Mortgage requires the company twice each month to transfer from the general or operating bank accounts all monies in excess of a minimum amount that is shown by the annual budget to be necessary for operating expenses for the current fiscal year to the Trustee for credit to the Revenue Fund.

Monies received in the Revenue Fund are in turn transferred to other funds in the following order:

1. Interest Fund until at least six months' interest on all outstanding bonds is accumulated or restored. On August 31, 2001, the balance in the Interest Fund was \$139,678.75. Interest payable at August 31, 2000, was \$144,360.00.
2. Reserve Fund until an amount equal to 100% of the maximum annual interest requirements on all outstanding bonds is accumulated or restored.

GREATER OUACHITA WATER COMPANY  
 NOTES TO FINANCIAL STATEMENTS  
 AUGUST 31, 2001

3. Renewals, Replacements & Extensions Fund until \$250,000.00 is accumulated or restored. During the period under review, additions and expenditures made to and from this fund for improvements to the system resulted in a balance of \$85,288.32.
  
4. Sinking Fund, an amount beginning September 15, 1998, which when multiplied by the number of such monthly deposits to be made during the next twelve month period will equal the annual requirement for that year. To date, adequate deposits have been made and the requirements of the Indenture of Mortgage have been met as shown below:

DUE DATE	AMOUNT DUE
August 15, 1969 - 2000	3,990,000.00
August 15, 2001	180,000.00
	-----
	4,170,000.00
	=====

The annual amount due on August 15, 2002, will be \$190,000.00.

5. Mandatory Retirement Fund, all remaining monies. On August 23 of each year, beginning August 25, 1969, all monies in the Sinking Fund will be transferred to this fund. At August 31, 2001, this transfer had not been made, and there was no balance in this fund.

DEFERRED CHARGES AND AMORTIZATION - Discounts on bonds issued by the company are being amortized over the term of the bonds. Shown below is an analysis of unamortized bond discount:

Original Bond Discount	66,400.00
Less Prior Year Amortization	66,400.00
Less Current Year Amortization	0.00
	-----
Total Amortization	66,400.00
	-----
Balance at August 31, 2001	.00
	=====

GREATER OUACHITA WATER COMPANY  
 NOTES TO FINANCIAL STATEMENTS  
 AUGUST 31, 2001

Costs of issuing bonds are being amortized over the term of the bonds:

Total Cost at August 31, 1999	257,560.28
Less Prior Year Amortization	110,857.40
Less Current Year Amortization	15,347.28
	-----
Total Amortization	126,204.68
	-----
Balance at August 31, 2001	131,355.60
	=====

In accordance with terms of the Indenture of Mortgage, amortization has not been shown as operating expenses of the company.

CONTRIBUTIONS IN AID OF CONSTRUCTION - Connecting and tapping fees charged to new customers to pay part of the cost of extensions to such customers are credited to this account. These costs are capitalized; therefore, this method of accounting for such fees more nearly matches operating revenues with operating expenses.

NOTE C - PLANT AND EQUIPMENT

Plant and Equipment is stated at the acquisition costs of the assets to the company, with the exception of the systems of Lakeview Utilities, Inc., North Louisiana Production Corporation, and B & W Utilities, Inc., which were contributed by their owners and are stated at their appraised value. Maintenance and repairs are charged to operations currently and major renewals and betterments are capitalized. Additions to the system during the year ended August 31, 2001, totaled \$2,141,972.92, and for the year ended August 31, 2000, totaled \$1,354,009.71. Shown below is an analysis of the cost of the system by expenditures from various funds:

	BALANCE 8/31/00	DURING YEAR	BALANCE 8/31/01
Bond Proceeds Series 1964	1,922,208.08		1,922,208.08
Bond Proceeds Series 1965	907,211.16		907,211.16
General Fund	12,657,439.61	2,078,075.83	14,735,515.44
Renewals, Replacements & Extensions Fund	3,092,039.61		3,092,039.61

continued on next page:

GREATER OUACHITA WATER COMPANY  
 NOTES TO FINANCIAL STATEMENTS  
 AUGUST 31, 2001

Revenue Fund	35,015.84		35,015.84
1994A Fund	1,670,072.24		1,670,072.24
97A&B Fund	1,785,502.50	63,897.09	1,849,399.59
Contributions			
Lakeview Utilities, Inc.			
Water & Sewer System	196,000.00		196,000.00
North LA Production Corp.			
Water System	71,800.00		71,800.00
B & W Utilities, Inc.			
Water System	44,658.00		44,658.00
	-----	-----	-----
	22,381,947.04	2,141,972.92	24,523,919.96
Less Retirements			
Gas System Transferred	( 231,266.20)		( 231,266.20)
	-----	-----	-----
Total	22,150,680.84	2,141,972.92	24,292,653.76
	=====	=====	=====

NOTE D - LONG TERM DEBT

The company originally issued bonds known as "Waterworks and Natural Gas System Revenue Bonds" in two series. Series 1964 bonds totaled \$2,270,000.00 and were issued September 1, 1964. They were paid off as of September 1, 1999. Series 1965 bonds totaled \$1,050,000.00 and were issued March 1, 1965. They were paid off as of September 1, 1999.

On March 16, 1994, the company issued bonds known as "Greater Ouachita Water Company Waterworks and Natural Gas System Bonds, Series 1994A" in the amount of \$2,000,000.00. Interest is paid semi-annually on March 1, and September 1. The interest rate is 6.25% through December 10, 1997, and thereafter shall bear interest at the rate determined by the Trustee on March 1, 2000, by adding 400 basis points to the five year constant maturity treasury and multiplying such amount by the remainder of one minus the corporate tax rate applicable to Central Bank, now Bank One, Monroe, Louisiana on such date. Principal shall be payable annually on September 1 in each year commencing September 1, 1995.

GREATER OUACHITA WATER COMPANY  
 NOTES TO FINANCIAL STATEMENTS  
 AUGUST 31, 2001

On December 11, 1997, the company issued bonds known as "Waterworks and Natural Gas Revenue Bonds of the Greater Ouachita Water Company Series 1997" in the amount of \$3,500,000.00. Interest is paid semi-annually on March 1, and September 1. The interest rate shall begin at 5.675%

During the year ended August 31, 2001, \$175,000.00 in bonds were redeemed, and during the year ended August 31, 2000, \$229,250.00 in bonds were redeemed, bringing the total of all bonds redeemed to \$3,890,000.00. The balance of bonds outstanding at August 31, 2001, was \$4,930,000.00.

Interest payments for the next five years are as follows:

Year Ended August 31,	Amount
2002	269,637.50
2003	259,282.50
2004	248,282.50
2005	242,316.25
2006	230,050.00

NOTE E - LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY

On or about March 16, 1990, the Louisiana Department of Environmental Quality ("LaDEQ") issued Compliance Order No. WC-90-014 to the Greater Ouachita Water Company ("GOWC") alleging certain violations of the Louisiana Water Control law, the Louisiana Water Regulations and previously issued compliance Order No. WC-88-149.

GOWC timely filed a request for hearing, which was granted, to challenge these allegations.

On or about April 5, 1990, LaDEQ issued a proposed penalty notice (WP-90-013) in the amount of \$6,000.00 to GOWC, and in response thereto, Respondent filed a timely request for hearing, which was granted.

These two proceedings were consolidated and a settlement has been reached in theory, although the actual settlement documents have not been executed. Pursuant to such, GOWC will pay the \$6,000.00 penalty in total settlement of the claims alleged by the compliance order and/or which could be alleged and GOWC will upgrade and/or close certain of its sewer facilities in accordance with a specified time schedule to meet LaDEQ's require-

GREATER OUACHITA WATER COMPANY  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2001

ments. It is believed that the settlement will give the company sufficient time to upgrade and/or close certain sewer facilities to meet LaDEQ's discharge requirements. This \$6,000.00 has been accrued as another expense to the sewer plant during the year ended August 31, 1990. This penalty has been paid.

The Louisiana Department of Environmental Quality (DEQ), issued compliance order WE-CN-00-0229, on the Lake Park sewage treatment plant on October 31, 2002 compliance order WE-CN-00-0254 on the Frenchman's Bend sewage treatment plant on October 31, 2000, and compliance order WE-C-00-0233 on the Wagonwheel road sewage treatment plant on November 2, 2000. The company has requested hearings on each order and believes that it has made good faith efforts to meet its obligation to DEQ with its available rate structure and will actively contest these proceedings.

The company has finalized plans to comply with the sewer discharge limitations in the permits issued by LaDEQ and EPA. Three regional sewage treatment facilities are contemplated and most of the present facilities will be closed and the sewage treated at the new plants. The first treatment plant located in the northeastern portion of Ouachita Parish adjacent to Highway 139 has been completed and is now in operation. Construction of the second plant located on Highway 165 South has also been completed and is now in operation.

A third sewage treatment plant along 165 North is in the planning stage and it is anticipated that construction will be commenced in 2002 if rate relief is obtained from the Louisiana Public Service Commission. The estimated additional cost to build this sewage treatment plant with necessary lift stations and lines is approximately \$3,000,000.00.

**NOTE F - LOSS FOR THE FISCAL YEAR AND APPLICATION TO THE LOUISIANA PUBLIC SERVICE COMMISSION FOR A RATE INCREASE**

The company's overall loss of \$317,628 for its fiscal year was the result of a large loss in its sewer operation, a decrease in its water revenue (the company's service area had a rainy summer), and increases in maintenance and electrical expenses. The company's rates are regulated by the Louisiana Public Service Commission. In September 2001, the company

GREATER OUACHITA WATER COMPANY  
NOTES TO FINANCIAL STATEMENTS  
AUGUST 31, 2001

applied for a water and sewer rate increase with the commission. The company's last water rate increase was in 1982. The company also requested the Commission approval to issue bonds up to \$10,000,000 to fund improvements to its water system, and construct additional sewer facilities to comply with DEQ permit requirements. The rate application is before the Commission, all information has been sent to the Commission and it is anticipated that action on the application will take place prior to February 1, 2002. The company expects the Commission to adjust its water and sewer rates in sufficient amounts to eliminate its loss and pay the debt service on the new bond issue and maintain required bond coverages.

NOTE G - PENSION PLAN

A money purchase pension plan was put into effect on September 1, 1995. All employees of the company are eligible. The company will contribute on the behalf of each participant 25% of the participant's compensation. The amount contributed during the year ended August 31, 2001 was \$10,275.00, and for August 31, 2000, was \$9,375.00.

**SUPPLEMENTARY INFORMATION**

**WEBB AND WEBB**  
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**INDEPENDENT AUDITORS' REPORT**  
**ON SUPPLEMENTARY INFORMATION**

To the Board of Directors  
Greater Ouachita Water Company  
Monroe, Louisiana

Our report on our audit of the basic financial statements of Greater Ouachita Water Company for the years ended August 31, 2001, and 2000 appears on page 1. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information contained on the following pages is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements.

In our opinion, the supplementary information is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



WEBB AND WEBB

Monroe, Louisiana  
December 5, 2001

GREATER OUACHITA WATER COMPANY  
 PLANT AND EQUIPMENT AND DEPRECIATION  
 AUGUST 31, 2001

	COST AT 08/31/00	ADDITIONS	COST AT 08/31/01
	-----	-----	-----
<b>WATER SYSTEM</b>			
Original Cost 9/28/64	1,277,027.07	0.00	1,277,027.07
Original Cost 3/12/65	675,686.86	0.00	675,686.86
	-----	-----	-----
	1,952,713.93	0.00	1,952,713.93
<b>Additions &amp; Renoyations</b>			
Mains & Extensions	5,950,338.44	355,739.28	6,306,077.72
Service Lines	3,824,869.95	313,747.82	4,138,617.77
Water Meters	820,709.18	31,005.25	851,714.43
Wells & Equipment	2,974,906.26	1,338,613.70	4,313,519.96
Chlorinator Equipment	131,204.13	0.00	131,204.13
Other Equipment	111,602.38	0.00	111,602.38
	-----	-----	-----
Total Additions	13,813,630.34	2,039,106.05	15,852,736.39
Total Water System	15,766,344.27	2,039,106.05	17,805,450.32
<b>SEWER SYSTEM</b>			
Original Cost 9/28/64	126,000.00	0.00	126,000.00
Original Cost 3/12/65	33,514.56	0.00	33,514.56
	-----	-----	-----
	159,514.56	0.00	159,514.56
Additions & Improvements	5,622,939.01	35,569.87	5,658,508.88
	-----	-----	-----
Total Sewer System	5,782,453.57	35,569.87	5,818,023.44
LAND	601,883.00	67,297.00	669,180.00
	-----	-----	-----
<b>TOTAL PLANT &amp; EQUIPMENT</b>	<b>22,150,680.84</b>	<b>2,141,972.92</b>	<b>24,292,653.76</b>
	=====	=====	=====

GREATER OUACHITA WATER COMPANY  
 PLANT AND EQUIPMENT AND DEPRECIATION  
 AUGUST 31, 2001

PRIOR DEPRECIATION	CURRENT DEPRECIATION	ACCUMULATED DEPRECIATION 08/31/01	UNDEPRECIATED BALANCE 08/31/01
914,882.09	25,541.00	940,423.09	336,603.98
479,741.56	13,514.00	493,255.56	182,431.30
----- 1,394,623.65	----- 39,055.00	----- 1,433,678.65	----- 519,035.28
1,841,481.29	214,903.00	2,056,384.29	4,249,693.43
1,290,105.05	126,383.00	1,416,488.05	2,722,129.72
344,961.45	25,696.00	370,657.45	481,056.98
1,014,632.56	109,526.00	1,124,158.56	3,189,361.40
54,048.28	4,081.00	58,129.28	73,074.85
47,377.79	3,254.00	50,631.79	60,970.59
----- 4,592,606.42	----- 483,843.00	----- 5,076,449.42	----- 10,776,286.97
5,987,230.07	522,898.00	6,510,128.07	11,295,322.25
93,030.00	2,520.00	95,550.00	30,450.00
23,791.08	670.00	24,461.08	9,053.48
----- 116,821.08	----- 3,190.00	----- 120,011.08	----- 39,503.48
960,967.11	217,039.00	1,178,006.11	4,480,502.77
----- 1,077,788.19	----- 220,229.00	----- 1,298,017.19	----- 4,520,006.25
0.00	0.00	0.00	669,180.00
----- 7,065,018.26	----- 743,127.00	----- 7,808,145.26	----- 16,484,508.50
=====	=====	=====	=====

GREATER OUACHITA WATER COMPANY  
 SCHEDULE OF INSURANCE  
 AUGUST 31, 2001

RISK	MAXIMUM COVERAGE	FROM	TO	TOTAL PREMIUM	AMOUNT PREPAID
Items listed in policy include wells, water tanks, reservoirs, sewer life pump & treatment plants pressure pumps, tank, bldg. Products - Completed Oper.	2,000,000	07/31/01	07/31/02	19,389.00	17,773.25
Personal & Adv. Injury	1,000,000				
Fire Damage	100,000				
Medical	5,000				
Hired, Non-Owned Autos	BI and PD 10,000,000				
Employees	500,000	07/31/01	07/31/02	7,050.00	6,462.50
Robert E. Bentz	25,000	12/03/01	12/03/02	250.00	41.67
W. D. Carter	25,000				
Wood T. Sparks	25,000				
Same as above	500,000	01/01/01	01/01/02		
Personal & Adv. Injury Products - Completed Oper.	3,000,000	07/14/01	07/14/02	6,211.00	5,693.42
Environmental Insurance	1,000,000	07/23/99	07/23/02	25,145.40	7,334.08
				----- 58,045.40 =====	----- 37,304.91 =====

COVERAGE PROVIDED BY M-N UTILITIES, INC., WEST MONROE, LOUISIANA  
 (CONTRACT OPERATOR OF THE SYSTEM)

Products - Completed Oper.	2,000,000	06/01/01	06/01/02
Personal & Adv. Injury	1,000,000		
Fire Damage	100,000		
Medical	5,000		
Automobiles	BI 1,000,000	06/01/01	06/01/02
Employees	100,000	04/01/01	04/01/02

GREATER OUACHITA WATER COMPANY  
 SCHEDULE OF INSURANCE  
 AUGUST 31, 2001

COMPANY	POLICY NO.	AGENT	TYPE
American Central Ins. Co.	MER 563817	Troy & Montgomery	Fire and extended coverage, vandalism, malicious mischief  General Liability " " "
American Central Ins. Co.	MEDW48528		Commercial Umbrella & Liability
Western Surety Company	1228024	Troy & Montgomery	Fidelity Bond
LA Workers Compensation Corp.	6842	Troy & Montgomery	Workmen's Comp.
Westport Insurance Corp.	NPN 441744	Troy & Montgomery	Directors & Officers Liability
Royal Surplus Lines Ins. Co.	KZE530022	Troy & Montgomery	Environmental Remediation Costs

COVERAGE PROVIDED BY M-N UTILITIES, INC., WEST MONROE, LOUISIANA  
 (CONTRACT OPERATOR OF THE SYSTEM)

The American Central Insurance Co.	MER 526306	Troy & Montgomery	General Liability
The American Central Insurance Co.	MEAK 54234	Troy & Montgomery	Auto liability, collision, comprehensive coverage, medical payments uninsured motorist
CAN Insurance Company	176930731	Troy & Montgomery	Workmen's Comp.

GREATER OUACHITA WATER COMPANY  
ANALYSIS OF REVENUE FUND BALANCE  
August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
INVESTMENTS	
Marquis Treasury Secs Money Market	15,000.00
	-----
Total of Fund	15,000.00
	=====

REVENUE FUND  
COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED AUGUST 31 2001	AUGUST 31 2000
	-----	-----
FUND BALANCE - BEGINNING	791.18	5,068.01
DEPOSITS IN FUND		
Transfers from Operating Fund	515,000.00	445,000.00
Transfers from Interest Fund	0.00	17,685.83
Transfers from Reserve Fund	7,561.92	31,822.97
Earnings from Investments	1,133.29	253.94
	-----	-----
Total Deposits	523,695.21	494,762.74
	-----	-----
	524,486.39	499,830.75
DISBURSEMENTS FROM FUND		
Transfers to Interest Fund	255,112.73	251,663.76
Transfers To Renewals, Replacements & Extensions Fund	97,923.34	27,146.67
Transfers To Sinking Fund	156,450.32	220,229.14
	-----	-----
Total Disbursements	509,486.39	499,039.57
	-----	-----
FUND BALANCE - ENDING	15,000.00	791.18
	=====	=====

GREATER OUACHITA WATER COMPANY  
ANALYSIS OF INTEREST FUND BALANCE  
August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
INVESTMENTS	
Marquis Treasury Secs Money Market	139,678.75
	-----
Total of Fund	139,678.75
	=====

INTEREST FUND  
COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED 2001	AUGUST 31 2000
	-----	-----
FUND BALANCE - BEGINNING	150,868.72	162,603.39
DEPOSITS IN FUND		
Transfers from Revenue Fund	255,112.73	251,663.76
Transfers from R.R. & E. Fund	0.00	1,293.06
Transfers from Sinking Fund	0.00	30,000.00
Transfers from Reserve Fund	14,644.34	14,209.06
Transfers from Series 1994A	0.00	8.52
Earnings from Investments	3,091.71	3,651.76
	-----	-----
Total Deposits	272,848.78	300,826.16
	-----	-----
	423,717.50	463,429.55
DISBURSEMENTS FROM FUND		
Interest on Bond Coupons Maturing	284,028.65	294,875.00
Transfers to Sinking Fund	10.10	0.00
Transfers to Revenue Fund	0.00	17,685.83
	-----	-----
Total Disbursements	284,038.75	312,560.83
	-----	-----
FUND BALANCE - ENDING	139,678.75	150,868.72
	=====	=====

GREATER OUACHITA WATER COMPANY  
ANALYSIS OF RESERVE FUND BALANCE  
August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
INVESTMENTS	
Marquis Treasury Secs Money Market	279,357.50
	-----
Total of Fund	279,357.50
	=====

RESERVE FUND  
COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED AUGUST 31 2001	2000
	-----	-----
FUND BALANCE - BEGINNING	288,720.00	320,542.97
DEPOSITS IN FUND		
Earnings from Investments	12,843.76	14,209.06
	-----	-----
Total Deposits	12,843.76	14,209.06
	-----	-----
	301,563.76	334,752.03
DISBURSEMENTS FROM FUND		
Transfers to Interest Fund	14,644.34	14,209.06
Transfers to Revenue Fund	7,561.92	31,822.97
	-----	-----
Total Disbursements	22,206.26	46,032.03
	-----	-----
FUND BALANCE - ENDING	279,357.50	288,720.00
	=====	=====

GREATER OUACHITA WATER COMPANY  
 ANALYSIS OF RENEWALS, REPLACEMENTS AND EXTENSIONS FUND BALANCE  
 August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
INVESTMENTS	
Marquis Treasury Secs Money Market	85,288.32
	-----
Total of Fund	85,288.32
	=====

RENEWALS, REPLACEMENTS AND EXTENSIONS FUND  
 COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED 2001	AUGUST 31 2000
	-----	-----
FUND BALANCE - BEGINNING	46,845.07	17,204.64
DEPOSITS IN FUND		
Transfers from 1994A Fund	0.00	2,493.76
Transfers from Revenue Fund	97,923.34	27,146.67
Transfers from 97A&B Fund	718.35	0.00
Earnings from Investments	3,698.65	1,293.06
	-----	-----
Total Deposits	102,340.34	30,933.49
	-----	-----
	149,185.41	48,138.13
DISBURSEMENTS FROM FUND		
Transfers to Interest Fund	0.00	1,293.06
Plant and Equipment Purchased	63,897.09	0.00
	-----	-----
Total Disbursements	63,897.09	1,293.06
	-----	-----
FUND BALANCE - ENDING	85,288.32	46,845.07
	=====	=====

GREATER OUACHITA WATER COMPANY  
ANALYSIS OF SINKING FUND BALANCE  
August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
<b>INVESTMENTS</b>	
Marquis Treasury Secs Money Market	180,000.00
	-----
Total of Fund	180,000.00
	=====

**SINKING FUND**  
**COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS**  
**FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000**

	YEAR ENDED AUGUST 31 2001	2000
	-----	-----
FUND BALANCE - BEGINNING	195,000.00	245,000.00
<b>DEPOSITS IN FUND</b>		
Transfers from Revenue Fund	156,450.32	220,229.14
Transfers from Interest Fund	10.10	0.00
Refund of Overpayment of Bonds	19,989.90	0.00
Earnings from Investments	3,549.68	4,770.86
	-----	-----
Total Deposits	180,000.00	225,000.00
	-----	-----
	375,000.00	470,000.00
<b>DISBURSEMENTS FROM FUND</b>		
Bond Redemption Payment	195,000.00	245,000.00
Transfers to Interest Fund	0.00	30,000.00
	-----	-----
Total Disbursements	195,000.00	275,000.00
	-----	-----
FUND BALANCE - ENDING	180,000.00	195,000.00
	=====	=====

GREATER OUACHITA WATER COMPANY  
 ANALYSIS OF SERIES 1994A BALANCE  
 August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
<b>INVESTMENTS</b>	
Marquis Treasury Secs Money Market	0.00
	-----
Total of Fund	0.00
	=====

SERIES 1994A FUND  
 COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED AUGUST 31	
	2001	2000
FUND BALANCE - BEGINNING	0.00	2,493.76
<b>DEPOSITS IN FUND</b>		
Earnings from Investments	0.00	8.52
	-----	-----
Total Deposits	0.00	8.52
	-----	-----
	0.00	2,502.28
<b>DISBURSEMENTS FROM FUND</b>		
Transfers to R. R. & E. Fund	0.00	2,493.76
Transfers to Interest Fund	0.00	8.52
	-----	-----
Total Disbursements	0.00	2,502.28
	-----	-----
FUND BALANCE - ENDING	0.00	0.00
	=====	=====

GREATER OUACHITA WATER COMPANY  
 ANALYSIS OF 97A&B FUND BALANCE  
 August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.00
<b>INVESTMENTS</b>	
Marquis Treasury Secs Money Market	0.00
	-----
Total of Fund	0.00
	=====

97A&B FUND  
 COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED AUGUST 31	
	2001	2000
FUND BALANCE - BEGINNING	688.28	462,046.97
<b>DEPOSITS IN FUND</b>		
Earnings from Investments	30.07	6,846.83
	-----	-----
Total Deposits	30.07	6,846.83
	-----	-----
	718.35	468,893.80
<b>DISBURSEMENTS FROM FUND</b>		
Transfers to RRE Fund	718.35	0.00
Sewer Plant	0.00	468,205.52
	-----	-----
Total Disbursements	718.35	468,205.52
	-----	-----
FUND BALANCE - ENDING	(0.00)	688.28
	=====	=====

GREATER OUACHITA WATER COMPANY  
 ANALYSIS OF REDEMPTION PAYMENT ACCOUNT  
 August 31, 2001

CASH IN FIRST NATIONAL BANK OF COMMERCE	0.01
INVESTMENTS	
Marquis Treasury Sec Money Market	0.00
	-----
Total of Fund	0.01
	=====

REDEMPTION PAYMENT ACCOUNT  
 COMPARATIVE ANALYSIS OF DEPOSITS AND DISBURSEMENTS  
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2000

	YEAR ENDED AUGUST 31 2001	2000
	-----	-----
FUND BALANCE - BEGINNING	0.01	0.01
DEPOSITS IN FUND		
Total Deposits	0.00	0.00
	-----	-----
	0.01	0.01
DISBURSEMENTS FROM FUND		
Total Disbursements	0.00	0.00
	-----	-----
FUND BALANCE - ENDING	0.01	0.01
	=====	=====

GREATER OUACHITA WATER COMPANY  
SCHEDULE OF ACCOUNTS PAYABLE  
August 31, 2001

ATES CONSTRUCTION, INC.	17,691.34
BILLY J. TAYLOR, CONTRACTOR	163.50
BRALEY' FINANCIAL BUSINESS SYSTEMS, INC.	253.10
CALDWELL TANKS, INC.	52,862.15
CHENIERE DREW WATER SYSTEM	42.72
CITY OF MONROE	34,820.60
CONSTRUCTION BOLTS, INC.	21.88
D & W SYSTEM SALES, INC.	395.03
DELTA PROCESS & EQUIPMENT, INC.	983.03
DENMON ENGINEERING COMPANY, INC.	6,440.00
DPC INDUSTRIES, INC.	10,638.72
EASTSIDE UTILITY SYSTEM, INC.	11,737.80
EMS ELECTRICAL & MECHANICAL	2,297.66
ENTERGY	40,239.71
IMAGEMAX, INC.	42.43
JOHNNY GIDDENS FENCE	1,815.00
KEAN, MILLER, HAWTHORNE, D'ARMOND, MCCOWAN & JARMAN, L.L.P.	2,255.29
L & R UTILITIES, INC.	38.23
LOUISIANA ONE CALL CONCEPTS, INC.	418.44
M-N UTILITIES, INC.	122,844.43
MONROE COMMUNICATIONS, INC.	39.50
MONROE ENVIRONMENTAL LABS	3,678.00
MONROE RUBBER & GASKET CO.	26.26
NORWECO	2,248.00
P M TANK SERVICES, INC.	475.00
ROBERT L. GEORGE, III	11,842.01
TEC ENTERPRISES, INC.	62,060.00
THE NEWS STAR	41.70
THORNTON, MUSSO, & BELLEMIN, INC.	712.50
TYNER-PETRUS	62.87
US FILTER DISTRIBUTION GROUP	1,133.12
WEST FEED & FARM SUPPLY, INC.	314.69
	-----
	388,634.71
	=====

GREATER OUACHITA WATER COMPANY  
 DETAILS OF ADMINISTRATIVE EXPENSES

	TOTAL SYSTEM	
	YEAR ENDED AUGUST 31	
	2001	2000
ACCOUNTING	20,900.00	20,745.00
ADVERTISING	1,163.86	2,484.93
BANK CHARGES	114.18	83.18
DUES	1,288.75	1,040.60
INSPECTION & SUPERVISION FEE	7,451.49	5,183.87
INSURANCE	26,370.99	35,713.97
LEGAL & ADMINISTRATIVE	60,608.84	48,311.41
MISCELLANEOUS	3,965.00	11,701.08
OFFICE SUPPLIES & EXPENSE	35,382.22	29,726.40
PAYROLL TAXES	3,842.66	3,674.37
POSTAGE	4,917.36	3,884.69
RENT	1,064.64	0.00
SALARIES - OFFICERS	40,606.04	36,707.87
SALARIES - OFFICE	3,898.20	3,898.20
TAXES & LICENSES	8,665.08	3,248.26
TELEPHONE	2,718.26	2,581.88
TRAVEL	3,479.23	192.00
TRUSTEE FEES	3,375.10	8,486.57
	-----	-----
	229,811.90	217,664.28
	=====	=====

PRORATED IN THE FOLLOWING MANNER:

	YEAR ENDED AUGUST 31, 2001	
WATER REVENUE	3,109,006.04	82.266%
SEWER REVENUE	670,191.93	17.734%
	-----	-----
	3,779,197.97	100.000%
	=====	=====

GREATER OUACHITA WATER COMPANY  
 DETAILS OF ADMINISTRATIVE EXPENSES

WATER SYSTEM		SEWER SYSTEM	
YEAR ENDED AUGUST 31		YEAR ENDED AUGUST 31	
2001	2000	2001	2000
17,193.66	17,756.32	3,706.34	2,988.68
957.46	2,126.93	206.40	358.00
93.93	71.20	20.25	11.98
1,060.21	890.68	228.54	149.92
6,130.06	4,437.04	1,321.43	746.83
21,694.44	30,568.75	4,676.55	5,145.22
41,612.30	39,693.25	18,996.54	8,618.16
3,261.86	10,015.34	703.14	1,685.74
29,107.64	25,443.80	6,274.58	4,282.60
3,161.21	3,145.01	681.45	529.36
4,045.33	3,325.03	872.03	559.66
875.84	0.00	188.80	0.00
33,405.08	31,419.47	7,200.96	5,288.40
3,206.90	3,336.60	691.30	561.60
1,006.45	3,248.26	7,658.63	0.00
2,236.21	2,209.92	482.05	371.96
2,862.23	164.34	617.00	27.66
1,009.50	4,307.62	2,365.60	4,178.95
<b>172,920.32</b>	<b>182,159.56</b>	<b>56,891.58</b>	<b>35,504.72</b>

PRORATED IN THE FOLLOWING MANNER:

YEAR ENDED AUGUST 31, 2000	
3,721,998.44	85.593%
626,472.53	14.407%
<b>4,348,470.97</b>	<b>100.000%</b>

GREATER OUACHITA WATER COMPANY  
 DETAILS OF OTHER INCOME AND OTHER EXPENSES

	TOTAL SYSTEM	
	YEAR ENDED AUGUST 31	
	2001	2000
	-----	-----
<b>OTHER INCOME</b>		
Bad Debt Recovery	4,907.65	2,304.52
Cash Over	83.77	0.00
Discounts Earned	621.72	127.07
Interest Earned	24,347.16	31,034.03
Miscellaneous	4,849.65	1,451.38
NSF Check Charges	4,600.00	4,600.00
Oil & Gas Royalties	244.92	135.09
	-----	-----
Total Other Income	39,654.87	39,652.09
	=====	=====
 <b>OTHER EXPENSE</b>		
Interest Expense - Bonds S. 1994A	85,795.06	90,075.00
Interest Expense - Bonds 97 A&B	193,562.51	198,645.00
Interest Expense - Customer Deposits	22,324.22	22,236.50
Interest Expense - Bank One	0.00	61,186.14
Pension Expense	10,275.00	9,375.00
NSF Check Charges	4,600.00	4,600.00
Provision For Bad Accounts	8,285.01	20,279.92
Cash Short	0.00	102.39
	-----	-----
Total Other Expense	324,841.80	406,499.95
	=====	=====

GREATER OUACHITA WATER COMPANY  
 DETAILS OF OTHER INCOME AND OTHER EXPENSES

WATER SYSTEM		SEWER SYSTEM	
YEAR ENDED AUGUST 31		YEAR ENDED AUGUST 31	
2001	2000	2001	2000
4,907.65	2,304.52	0.00	0.00
83.77	0.00	0.00	0.00
621.72	127.07	0.00	0.00
24,326.11	26,232.73	21.05	4,801.30
4,849.65	1,451.38	0.00	0.00
4,600.00	4,600.00	0.00	0.00
244.92	135.09	0.00	0.00
-----	-----	-----	-----
39,633.82	34,850.79	21.05	4,801.30
=====	=====	=====	=====
0.00	0.00	85,795.06	90,075.00
58,068.75	59,593.50	135,493.76	139,051.50
22,324.22	22,236.50	0.00	0.00
0.00	61,186.14	0.00	0.00
8,716.49	7,953.00	1,558.51	1,422.00
4,600.00	4,600.00	0.00	0.00
7,653.94	18,735.20	631.07	1,544.72
0.00	102.39	0.00	0.00
-----	-----	-----	-----
101,363.40	174,406.73	223,478.40	232,093.22
=====	=====	=====	=====

GREATER OUACHITA WATER COMPANY  
INTEREST EARNED ON INVESTMENTS  
AUGUST 31, 2001

	YEAR ENDED AUGUST 31	
	2001	2000
GENERAL FUND	0.00	0.00
REVENUE FUND	1,133.29	253.94
RESERVE FUND	12,843.76	14,209.06
RENEWALS, REPLACEMENTS & EXTENSIONS FUND	3,698.65	1,293.06
SINKING FUND	3,549.68	4,770.86
INTEREST FUND	3,091.71	3,651.76
SERIES 1994A FUND	0.00	8.52
SERIES 97A&B FUND	30.07	6,846.83
	24,347.16	31,034.03
TOTAL	24,347.16	31,034.03

GREATER OUACHITA WATER COMPANY  
COMPARATIVE STATISTICS

	AUGUST 31 2001	AUGUST 31 2000	AUGUST 31 1999	AUGUST 31 1998	AUGUST 31 1997
Total number of water customers at end of year	15,342	15,051	14,674	14,674	14,514
Average monthly consumption per water customer	8.0 M gal.	8.0 M gal.	8.0 M gal.	8.0 M gal.	8.1 M gal.
Average monthly bill per water customer	\$16.90	\$16.74	\$16.70	\$16.70	\$17.02
Total number of sewer customers at end of year	3,073	2,931	2,381	2,381	2,339
Average monthly bill per sewer customer	\$18.82	\$18.91	\$18.21	\$18.21	\$16.31